SERFF Tracking Number: CNAB-125433616 State: Arkansas State Tracking Number: First Filing Company: #? \$25 Continental Insurance Company, ...

Company Tracking Number: 07-L3357

TOI: 27.0 Boiler & Machinery Sub-TOI: 27.0000 Boiler & Machinery

Product Name: Boiler and Machinery

Project Name/Number: Boiler and Machinery ISO Adoption /07-F/L3357

Filing at a Glance

Companies: Continental Insurance Company, American Casualty Company of Reading PA, National Fire Insurance Company of Hartford, Transportation Insurance Company, Valley Forge Insurance Company, Continental Casualty

Company

SERFF Tr Num: CNAB-125433616 State: Arkansas Product Name: Boiler and Machinery

TOI: 27.0 Boiler & Machinery SERFF Status: Closed State Tr Num: #? \$25

Sub-TOI: 27.0000 Boiler & Machinery Co Tr Num: 07-L3357 State Status: Fees pending Filing Type: Rule

Co Status: Reviewer(s): Betty Montesi,

Llyweyia Rawlins, Brittany Yielding

Author: Roberta Cooper Disposition Date: 01/28/2008 Date Submitted: 01/16/2008 Disposition Status: Exempt from

Review

Effective Date Requested (New): 05/01/2008 Effective Date (New): 05/01/2008

Effective Date Requested (Renewal): 05/01/2008 Effective Date (Renewal):

05/01/2008

State Filing Description:

General Information

Project Name: Boiler and Machinery ISO Adoption Status of Filing in Domicile: Pending

Project Number: 07-F/L3357 **Domicile Status Comments:**

Reference Organization: Insurance Services Office Reference Number: BM-2006-OEBFO & BM-

2006-OEBRU

Reference Title: Mutli-state Boiler and Machinery/Equipment Advisory Org. Circular: LI-BM-2007-049 and Li-

Breakdown Multistate Forms/ Rules Revision BM-2007-050

Filing Status Changed: 01/28/2008

State Status Changed: 01/28/2008 Deemer Date:

Corresponding Filing Tracking Number:

Filing Description:

We are filing to adopt the rules as outlined in ISO Circular# LI-BM-2007-050. Designation #s BM-2006-OEBRU

Company Tracking Number: 07-L3357

TOI: 27.0 Boiler & Machinery Sub-TOI: 27.0000 Boiler & Machinery

Product Name: Boiler and Machinery

Project Name/Number: Boiler and Machinery ISO Adoption /07-F/L3357

Company and Contact

Filing Contact Information

Roberta F. Cooper, State Filing Consultant roberta.cooper@cna.com 333 S. Wabash (312) 822-4292 [Phone] Chicago, IL 60685 (312) 755-2394[FAX]

Filing Company Information

Continental Insurance Company CoCode: 35289 State of Domicile: Pennsylvania 333 South Wabash Group Code: 218 Company Type: Property and

Casualty

37th Floor

Chicago, IL 60604 Group Name: CNA Insurance State ID Number:

Companies

(312) 822-4292 ext. [Phone] FEIN Number: 13-5010440

American Casualty Company of Reading PA CoCode: 20427 State of Domicile: Pennsylvania

333 South Wabash Group Code: 218 Company Type: Property and

Casualty

37th Floor

Chicago, IL 60604 Group Name: CNA Insurance State ID Number:

Companies

(312) 822-4292 ext. [Phone] FEIN Number: 23-0342560

National Fire Insurance Company of Hartford CoCode: 20478 State of Domicile: Illinois

333 South Wabash Group Code: 218 Company Type: Property and

Casualty

37th Floor

Chicago, IL 60604 Group Name: CNA Insurance State ID Number:

Companies

(312) 822-4292 ext. [Phone] FEIN Number: 06-0464510

Transportation Insurance Company CoCode: 20494 State of Domicile: Illinois

333 South Wabash Group Code: 218 Company Type: Property and

Casualty

37th Floor

Company Tracking Number: 07-L3357

TOI: 27.0 Boiler & Machinery Sub-TOI: 27.0000 Boiler & Machinery

Product Name: Boiler and Machinery

Project Name/Number: Boiler and Machinery ISO Adoption /07-F/L3357

Chicago, IL 60604 Group Name: CNA Insurance State ID Number:

Companies

(312) 822-4292 ext. [Phone] FEIN Number: 36-1877247

Valley Forge Insurance Company CoCode: 20508 State of Domicile: Pennsylvania

333 South Wabash Group Code: 218 Company Type: Property and

Casualty

37th Floor

Chicago, IL 60604 Group Name: CNA Insurance State ID Number:

Companies

(312) 822-4292 ext. [Phone] FEIN Number: 23-1620527

Continental Casualty Company CoCode: 20443 State of Domicile: Illinois

333 South Wabash Group Code: 218 Company Type: Property and

Casualty

State ID Number:

Chicago , IL 60604 Group Name: CNA Insurance

Companies

(312) 822-4292 ext. [Phone] FEIN Number: 36-2114545

Company Tracking Number: 07-L3357

TOI: 27.0 Boiler & Machinery Sub-TOI: 27.0000 Boiler & Machinery

Product Name: Boiler and Machinery

Project Name/Number: Boiler and Machinery ISO Adoption /07-F/L3357

Filing Fees

Fee Required? Yes

Fee Amount: \$175.00

Retaliatory? No

Fee Explanation: Arkansas charges \$25 per company for ISO adoption for rule filings. Therefore we submit a

check in the amount of \$175.00.

Per Company: No

COMPANY	AMOUNT	DATE PROCESSED	TRANSACTION #
Continental Insurance Company	\$0.00	01/16/2008	
American Casualty Company of Reading PA	\$0.00	01/16/2008	
National Fire Insurance Company of Hartford	\$0.00	01/16/2008	
Transportation Insurance Company	\$0.00	01/16/2008	
Valley Forge Insurance Company	\$0.00	01/16/2008	
Continental Casualty Company	\$0.00	01/16/2008	

Company Tracking Number: 07-L3357

TOI: 27.0 Boiler & Machinery Sub-TOI: 27.0000 Boiler & Machinery

Product Name: Boiler and Machinery

Project Name/Number: Boiler and Machinery ISO Adoption /07-F/L3357

Correspondence Summary

Dispositions

Status	Created By	Created On	Date Submitted
Exempt from	Llyweyia Rawlins	01/28/2008	01/28/2008
Review			

Company Tracking Number: 07-L3357

TOI: 27.0 Boiler & Machinery Sub-TOI: 27.0000 Boiler & Machinery

Product Name: Boiler and Machinery

Project Name/Number: Boiler and Machinery ISO Adoption /07-F/L3357

Disposition

Disposition Date: 01/28/2008 Effective Date (New): 05/01/2008 Effective Date (Renewal): 05/01/2008

Status: Exempt from Review

Comment: This line is exempt from filing rates/rules in compliance with ACA 23-67-206 which states that P&C insurance for commercial risks, excluding workers' compensation, employers' liability and professional liability insurance, including but not limited to, medical malpractice insurance, are exempted from the rate/rule filing and review requirements.

This filing is contingent on receiving the filing fees of \$25 for rules.

Rate data does NOT apply to filing.

Overall Rate Information for Multiple Company Filings

Overall Percentage Rate Indicated For This Filing0.000%Overall Percentage Rate Impact For This Filing0.000%Effect of Rate Filing-Written Premium Change For This Program\$0Effect of Rate Filing - Number of Policyholders Affected0

Company Tracking Number: 07-L3357

TOI: 27.0 Boiler & Machinery Sub-TOI: 27.0000 Boiler & Machinery

Product Name: Boiler and Machinery

Project Name/Number: Boiler and Machinery ISO Adoption /07-F/L3357

Item Type	Item Name	Item Status	Public Access
Supporting Document	Filing Memo	Accepted for	Yes
		Informational Purposes	S
Rate	Additional Rules	Accepted for	Yes
		Informational Purposes	3
Rate	Additional Rules	Accepted for	Yes
		Informational Purposes	3
Rate	Additional Rules	Accepted for	Yes
		Informational Purposes	3
Rate	Reserved for future use	Accepted for	Yes
		Informational Purposes	3

Company Tracking Number: 07-L3357

TOI: 27.0 Boiler & Machinery Sub-TOI: 27.0000 Boiler & Machinery

Product Name: Boiler and Machinery

Project Name/Number: Boiler and Machinery ISO Adoption /07-F/L3357

Rate Information

Rate data does NOT apply to filing.

Company Tracking Number: 07-L3357

TOI: 27.0 Boiler & Machinery Sub-TOI: 27.0000 Boiler & Machinery

Product Name: Boiler and Machinery

Project Name/Number: Boiler and Machinery ISO Adoption /07-F/L3357

Rate/Rule Schedule

Review Status:	Exhibit Name:	Rule # or Page Rate Action #:	Previous State Filing Number:	y Attachments
Accepted for Informational Purposes	Additional Rules	CNA-EX-BM-LC-Replacement 3	06-L3073 informational filing 5/15/06	CNA-EX-BM-LC-3 5th Edition0001.pdf
Accepted for Informational Purposes	Additional Rules	CNA-EX-BM-LC-Replacement 4	06-L3073informational filing 5/15/06	CNA-EX-BM-LC-4 5th Edition0001.pdf
Accepted for Informational Purposes	Additional Rules	CNA-EX-BM-LC-Replacement 5	06-L3073informationa filing 5/15/06	CNA-EX-BM-LC-5 5th Edition0001.pdf
Accepted for Informational Purposes	Reserved for future use	CNA-EX-BM-LC-Replacement 6 to 7	06-L3073 informational filing 5/15/06	CNA-EX-BM-LC- 6 t0 7 5th Edition0001.pdf



COMPANY EXCEPTION PAGE FOR COMMERCIAL LINES MANUAL DIVISION TWO – EQUIPMENT BREAKDOWN

AMERICAN CASUALTY COMPANY OF READING, PENNSYLVANIA CONTINENTAL CASUALTY COMPANY CONTINENTAL INSURANCE COMPANY NATIONAL FIRE INSURANCE COMPANY OF HARTFORD TRANSPORTATION INSURANCE COMPANY VALLEY FORGE INSURANCE COMPANY

ADDITIONAL RULES:

A. The following rules are added to Rule 28. Common Property Damage and Indirect Damage Options:

1. Deductibles - Specified Equipment - Endorsement G-124588

This endorsement is used to schedule specific deductibles applicable to the item(s) or type(s) of equipment and coverage(s) scheduled.

The equipment scheduled will be rated according to the deductible factors applicable for the exposure, coverage and deductible amounts for the equipment.

2. Molten Material Exclusion - Endorsement G-126518

This endorsement is used to exclude coverage for any loss or damage from a breakdown caused directly or indirectly by molten material or by the heat from the molten material.

The attachment of this exclusion is to be evaluated on an individual risk basis and contemplated in the application of the risk modification factors.

3. Electrical Apparatus Exclusion - Endorsement G-126520

This endorsement is used to exclude coverage for loss or damage caused by or resulting from artificially generated electric current, including electric arcing, within any electrical machine, apparatus, equipment or device to which the insurance applies.

A 15% rate credit is to be applied when this exclusion is attached.

4. Storage Tank Loss Exclusion - Endorsement G-126521

This endorsement is used to exclude coverage for loss or damage to, or any expense incurred in the removal of, storage tanks that contain liquified natural gas, liquified petroleum gas or vaporized gas.

The attachment of this exclusion is to be evaluated on an individual risk basis and contemplated in the application of the risk modification factors.

5. Rotary Kiln - Endorsement G-126522

This endorsement excludes from breakdown any coverage for the warping, splitting or sagging of rotary kilns due to overheating, but provides coverage for resulting damage to mechanisms that are part of the rotary kiln.



COMPANY EXCEPTION PAGE FOR COMMERCIAL LINES MANUAL DIVISION TWO – EQUIPMENT BREAKDOWN

AMERICAN CASUALTY COMPANY OF READING, PENNSYLVANIA CONTINENTAL CASUALTY COMPANY CONTINENTAL INSURANCE COMPANY NATIONAL FIRE INSURANCE COMPANY OF HARTFORD TRANSPORTATION INSURANCE COMPANY VALLEY FORGE INSURANCE COMPANY

The exposure from the addition of this equipment is to be evaluated on an individual risk basis and contemplated in the application of the risk modification factors.

6. Boilers, Fired Vessels and Electric Steam Generators Limited Coverage G-126540

This endorsement applies only to the items of equipment specifically named in the schedule of the endorsement. Under this endorsement, the definition of "breakdown" is amended to mean a sudden and accidental tearing asunder of the specified "covered equipment" or a part of the specified "covered equipment". This tearing asunder must be caused by pressure of water or steam in the specified "covered equipment".

This endorsement is to be used on risks for which coverage would not otherwise be written. There is no premium adjustment for the attachment of this endorsement.

7. Bonus / Penalties Exclusion, G-134909

This endorsement excludes consideration of any special bonus or penalty provisions in sales agreements in the determination of "Net income" for paymens of any business income loss.

When this endorsement is uses, these bonuses or penalties will also not be considered in the overall business income rating exposure when determining the premium for the insured.

8. "Breakdown" Covered Cause of Loss Revision, G-147179

This endorsement amends the definition of "breakdown" to sudden and accidental occurrences that are manifested by direct physical damage to the covered equipment.

This endorsement will be attached with all Equipment Breakdown Protection Coverage Forms.

9. Business Income Coinsurance Revision G-147180

This endorsement amends the coinsurance provision applicable to Business Income and Extra Expenses to consider the 'Business Income Estimated Annual Value' to be the latest estimates of business income that are on file with the company.

This endorsement will be attached with all Equipment Breakdown Protection Coverage Forms.

10. Spoilage Coverage Additional Conditions - Endorsement G-300229

This endorsement adds requirements for Spoilage coverage that the space storing or processing the covered property is monitored for changes in temperature with an automated temperature monitoring / alarm system.



COMPANY EXCEPTION PAGE FOR COMMERCIAL LINES MANUAL DIVISION TWO – EQUIPMENT BREAKDOWN

AMERICAN CASUALTY COMPANY OF READING, PENNSYLVANIA CONTINENTAL CASUALTY COMPANY CONTINENTAL INSURANCE COMPANY NATIONAL FIRE INSURANCE COMPANY OF HARTFORD TRANSPORTATION INSURANCE COMPANY VALLEY FORGE INSURANCE COMPANY

The attachment of this exclusion is to be evaluated on an individual risk basis and contemplated in the application of the risk modification factors.

11. Ammonia Contamination Additional Conditions - Endorsement G-300230

This endorsement adds requirements for Ammonia Contamination coverage that the space being cooled by ammonia refrigerant is sampled and tested regularly by a properly maintained automated ammonia detection system.

The attachment of this exclusion is to be evaluated on an individual risk basis and contemplated in the application of the risk modification factors.

12. Refrigeration Interruption Additional Conditions - Endorsement G-300231

This endorsement adds requirements for Refrigeration Interruption coverage that the space storing or processing the covered property and being cooled by ammonia refrigerant is monitored for changes in temperature with an automated temperature monitoring / alarm system and that the ammonia is sampled and tested regularly by a properly maintained automated ammonia detection system.

The attachment of this exclusion is to be evaluated on an individual risk basis and contemplated in the application of the risk modification factors.

B. Boiler and Machinery Additional Premium Modification

Subject to the applicable Boiler and Machinery Minimum Premium, a .90 modification applies to the Boiler and Machinery premium when Boiler and Machinery Insurance is written as a monoline policy in any Company to which these exception pages apply, and a CNA property policy is written on the same risk in any of those Companies.

C. Minimum Premiums

The following minimum premium applies under Rule 9:

Policy Writing Minimum Premium: \$350, including Equipment Breakdown coverage under the Insight or Advance policies contained in the TCPP filing, or Equipment Breakdown coverage included as part of a program (multiple coverages for the same insured).



COUNTRYWIDE

COMPANY EXCEPTION PAGE FOR COMMERCIAL LINES MANUAL DIVISION TWO – EQUIPMENT BREAKDOWN

AMERICAN CASUALTY COMPANY OF READING, PENNSYLVANIA CONTINENTAL CASUALTY COMPANY CONTINENTAL INSURANCE COMPANY NATIONAL FIRE INSURANCE COMPANY OF HARTFORD TRANSPORTATION INSURANCE COMPANY VALLEY FORGE INSURANCE COMPANY

RESERVED FOR FUTURE USE.

Company Tracking Number: 07-L3357

TOI: 27.0 Boiler & Machinery Sub-TOI: 27.0000 Boiler & Machinery

Product Name: Boiler and Machinery

Project Name/Number: Boiler and Machinery ISO Adoption /07-F/L3357

Supporting Document Schedules

Review Status:

Satisfied -Name: Filing Memo Accepted for Informational 01/28/2008

Purposes

Comments:

Attachment:

07-L3357 BM Rule Deferral Memo0001.pdf

Boiler and Machinery Rule Deferral Filing ID # 07-L3357

Continental Casualty Company	218-20443
National Fire Insurance Company of Hartford	218-20478
American Casualty Company of Reading, PA	218-20427
Transportation Insurance Company	218-20494
Valley Forge Insurance Company	218-20508
Continental Insurance Company	218-35289

As subscribers to ISO (Insurance Service Office), ISO files on our behalf.

ISO Circular # LI-BM-2007-050 (Designation # BM-2006-OEBRU was filed and approved with changes applicable to all policies written on or after October 1, 2007.

However, CNA has not implemented those changes and wishes to defer changes as outlined to a May 1, 2008 written date.

We are also revising our current rule pages to include Minimum Premiums. (Page # CNA-EX-BM-LC-5)

The following minimum premium applies under Rule 9"

Policy Writing Minimum Premium: \$350, including Equipment Breakdown coverage under the Insight or Advance policies contained in the TCPP filing, or Equipment Breakdown coverage included as parto of a program (multiple coverages for the same insured).